

Message Text

UNCLASSIFIED

PAGE 01 STATE 216643
ORIGIN EA-12

INFO OCT-01 EUR-12 ISO-00 ICA-20 NSC-05 SS-15 PA-02
SIG-03 MMO-01 CIAE-00 INR-10 NSAE-00 /081 R

DRAFTED BY EA/P:STAFF:EB
APPROVED BY EA/P:JCANNON
DESIRED DISTRIBUTION
ICA/EA: M SMITH, NSC:N PLATT
-----110415 251835Z /53

R 251753Z AUG 78
FM SECSTATE WASHDC
TO ALL EAST ASIAN AND PACIFIC DIPLOMATIC POSTS
HICOMTERPACIS SAIPAN 0000
AMEMBASSY MOSCOW
AMEMBASSY PARIS
INFO CINCPAC HONOLULU HAWAII 0000
COAST GUARD WASHDC 0000
GOVGUAM 0000
TREASURY DEPARTMENT WASHDC 0000
JCS WASHDC 0000

UNCLAS STATE 216643

ATTN PARIS FOR JOHNSTONE

E.O. 11652: N/A

TAGS: SOPN, XC, US

SUBJECT: AUGUST 25 EA PRESS SUMMARY

1. LAOS

MONTGOMERY CODEL BEGAN VIENTIANE VISIT FRI W/TALKS
W/LAOTIAN DEP FONMIN KHAMBAY BOUPHA. DETAILS NOT DIS-
CLOSED, BUT RELEASE ISSUED IN WASHINGTON BEFORE DEPARTURE
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 216643

SAID DEL WOULD PRESS FOR INFO ON MIAS (REUTER VIENTIANE).

2. VIETNAM

IN SRV THURS, CODEL ANNOUNCED NAMES OF 8 OF 11 MIAS WHOSE
REMAINS TO BE TURNED OVER TO DEL SAT. SAID 3 OTHER BODIES
HAVE NOT BEEN IDENTIFIED/LISTED 3 OF 8 IDS AS "PRESUMED."

ALL REMAINS FOUND IN NVN; 6 WERE AF/2 WERE NAVY PERSONNEL.
CODEL STRESSED IDS MUST BE CONFIRMED IN TESTS WHICH WILL
BE CONDUCTED IN HAWAII (2 AP STORIES, 1 HCM CITY, SUN;
WP; UPI HCM CITY, WSTAR/BALTO N/A -- BOTH 8/24).

MONTGOMERY GROUP GREETED IN HCM CITY BY CITY OFFICIALS.
AP'S GRAY (HCM CITY, PHINQ) QUOTES ONE MEMBER WHO "NEVER
THOUGHT WE'D GET THIS KIND OF RECEPTION UNLESS WE CAME
AS OCCUPYING TROOPS." SAYS CONGRESSMEN HAVE BEEN GENERALLY

IMPRESSED W/FRANKNESS OF VIET OFFICIALS IN DISCUSSING
SENSITIVE ISSUES. CITY VISIT INCL TRAVEL TO REFUGEE
CAMP HOUSING CAMBODIANS BEFORE DEPARTURE FOR VIENTIANE
(ALSO SUN).

UPI'S GROWALD (HCM CITY, WP) SAYS CITY CONGRESSMEN
VISITED WAS DIFFERENT PLACE FROM COLONIAL/WAR DAYS.
QUOTES COMMUNIST OFFICIAL THAT "IT'S PROPER ... NAME
HAS BEEN CHANGED TO HONOR THE FATHER OF OUR COUNTRY.
BUT SAIGON IS SHORTER AND SAIGON IS NOW WHAT WE CALL
IT." NOTES BUS TO HANOI STILL CALLED "BUS FROM SAIGON."

3. CHINA

REPS OF 25 US UNIVERSITIES MET WITH CARTER ADMIN
OFFICIALS THURS TO DISCUSS HANDLING FIRST OF SEVERAL
UNCLASSIFIED

UNCLASSIFIED

PAGE 03 STATE 216643

HUNDRED EXCHANGE STUDENTS PRC WANTS SEND US FOR TRAINING.
AP REPORTS EXACT NUMBER CHINESE STUDENTS WHO MIGHT ENTER
THIS FALL IS UNCERTAIN, BUT COLLEGE REPS TALKED ABOUT
TAKING IN 50 IMMEDIATELY, RAISING NUMBER TO 500 BY
BEGINNING OF '79-'80 SCHOOL YR. CITES NAS OFFICIAL
THAT ONE OF MAJOR PROBLEMS FACING EXCHANGE IS NEED TO
TRAIN SOME OF CHINESE STUDENTS IN ENGLISH.

AP STATES CARTER ADMIN SEES STUDENT EXCHANGE AS INDICA-
TIVE OF SEVERAL CHANGES SINCE MAO'S DEATH IN THINKING
OF CHINESE LEADERSHIP, WHICH WANTS BROADEN TIES TO REST
OF WORLD/MOVE FORWARD MORE RAPIDLY WITH INDUSTRIALI-
ZATION/MOVE AWAY FROM IDEOLOGICALLY ORIENTED EDUCATIONAL
SYSTEM INTRODUCED BY MAO DURING GPCR, WHICH PLACED
MORE EMPHASIS ON COMMUNIST LOYALTY THAN ON ACADEMIC
SKILLS. QUOTES ONE US OFFICIAL THAT, "THEY'VE HAD 10
VERY BAD YEARS." REPORTS OFFICIALS ALSO SAID SMALLER
NUMBER US STUDENTS--PROBABLY THOSE EXPERT IN CHINESE/
DOING GRADUATE WORK IN FIELD--WOULD BE ADMITTED TO PRC
SCHOOLS (WP).

WSJ ITEM REPORTS RECENT "KWANGMING JIH PAO" REMARKS

SEEN BY OBSERVERS AS LAYING THEORETICAL GROUNDWORK FOR POLICIES THAT WOULD ALLOW FON LOANS/JOINT VENTURES/ CONCESSIONS TO FOREIGNERS TO EXPLOIT CHINESE NATURAL RESOURCES.

UPI (HK) OBSERVES SUBJECT OF ATTRACTING FON INVESTMENTS WAS RAISED PUBLICLY EARLIER IN AUG BY KWANGMING DAILY. REPORTS PRC BUSINESS SOURCES SAID THURS THAT CHINESE LEADERS FOR FIRST TIME GIVING "VERY SERIOUS CONSIDERATION" TO PERMITTING SOME PRIVATE INVESTMENT IN CHINA ON

LIMITED BASIS, AND "ALMOST CERTAIN" THAT PEKING WILL GIVE GO-AHEAD "IN NOT TOO-DISTANT FUTURE." SOURCES ADDED THAT FIRST SUCH PROJECTS TO MATERIALIZE WILL BE IN TOURISM UNCLASSIFIED

UNCLASSIFIED

PAGE 04 STATE 216643

SECTOR, LIKELY TO BE FOLLOWED BY DECISION TO PERMIT CONSTRUCTION BY FON FIRMS OF FACTORIES FOR LABOR-INTENSIVE INDUSTRIES, LOCATED IN EXPORT PROCESSING ZONES/OPERATED JOINTLY WITH PRC GOVT CORPS. SOURCES SAID TALKS ALREADY UNDER WAY ON SOME SPECIFIC PROJECTS, ONE BEING LARGE HOTEL IN CANTON INVOLVING OVERSEAS CHINESE INVESTORS WHO ARE NOT PRC CITIZENS; ALSO, TALKS WOULD BEGIN, OR MAY ALREADY HAVE, WITH JAPANESE INDUSTRIALISTS ON SPECIFIC PROJECTS FOR EXPORT PROCESSING ZONE PROBABLY TO BE LOCATED IN SHANGHAI AREA (JOC).

PHINQ'S STRANAHAN DESCRIBES THURS 8-HR CITY STOPOVER BY GROUP OF 14 PRC JOURNALISTS (TOURING US UNDER ASNE SPONSORSHIP) WHICH CHINESE THEMSELVES REQUESTED. SAYS CHINESE INSISTED ON PHILA VISIT IN ORDER MEET EUGENE ORMANDY, WHO TOURED CHINA WITH PHILA ORCHESTRA IN '73 AND MADE "LASTING IMPRESSION." GROUP DISAPPOINTED TO LEARN MAESTRO/ORCHESTRA IN SARATOGA; BUT EFFORTS TO SHOW OFF CITY'S OTHER ASSETS SEEMED TO PAY OFF.

AP (SKOPJE) REPORTS HUA KUO-FENG, VISITING YUGOSLAV MACEDONIA THURS, WITH HIS PRESENCE/PUBLIC REFERENCE TO "MACEDONIAN NATION" PROBABLY MANAGED OFFEND BULGARIA/ SOVIET/ALBANIA. SAYS DESPITE YUGOSLAV ASSURANCES TO CONTRARY, THERE WERE INDICATIONS MACEDONIAN TRIP HAD OVERTONES CAREFULLY DEVELOPED BY BOTH SIDES. NOTES TOUR COINCIDED WITH ESCALATING SOVIET CRITICISM, INCLUDING ALLEGATIONS THAT PEKING PLANS SHAKE KREMLIN'S INFLUENCE IN COMMUNIST WORLD (SUN).

SUN'S PIPER (MOSCOW) REPORTS SOVIET ISSUED DUAL WARNING THURS--TO WEST AND TO ITS OWN COMMUNIST PARTNERS--THAT CO-OP WITH PEKING COULD LEAD TO WAR. NOTES "PRAVDA'S" UNCLASSIFIED

UNCLASSIFIED

PAGE 05 STATE 216643

INDICTMENT OF STEPPED-UP CHINESE DIPLO ACTIVITY OVER
BROAD SPECTRUM IN 2 YRS SINCE MAO'S DEATH.

JOC'S UNICOM NEWS REPORTS ROC'S CENTRAL TRUST BOUGHT
26,000 METRIC TONS OF WHEAT FROM US CARGILL INC WEDS,
ACCORDING TRADE SOURCES.

4. INDOCHINA REFUGEES

ACCORDING REUTER'S BATTYE (TA PHRAYA), FOR EVERY
CAMBODIAN REFUGEE REACHING SAFETY, 2 MORE FAIL, KILLED
BY KR/MINES/BOOBY TRAPS. SAYS LATEST WAVE REFUGEES

COMES FROM DISTRICT AROUND PUOK WHERE REFUGEES SAY
KR CONDUCTING PURGE OF ANYONE, INCL THEIR FAMILIES,
CONNECTED W/FORMER REGIME.

5. THAILAND

THAI CABINET HAS RULED THAT PASSENGER CARS NOT PREVIOUSLY
ASSEMBLED IN THAILAND WILL BE PROHIBITED FROM BEING
ASSEMBLED IN FUTURE/LOCAL PASSENGER CAR ASSEMBLY PLANTS
WILL NOT BE PERMITTED EXPAND/ASSEMBLE NEW MAKES/ASSEMBLERS
WILL HAVE INCREASE THEIR USE OF LOCAL CONTENT FROM 25
TO 50 PCT W/IN 5 YRS. JOC'S LORENZ (BANGKOK) SAYS
REGS PART OF ATTEMPT CURTAIL FOM EXCHANGE LOSSES.

6. PHILIPPINES

MORE THAN 500 EVACUATED FROM BAGUIO FOLLOWING SERIES
TYPHOON-SPAWNED LANDSLIDES WHICH HAVE KILLED AT LEAST 2.
REUTER (BAGUIO 8/24) SAYS INTL CHESS COMPETITION NOT
AFFECTED BY STORMS DESPITE WATER DRIPPING INTO HALL WHICH
CAUSED SOME SPECTATORS TO MOVE.

PHIL NTL OIL CO OBTAINS 64-MIL-DOL LOAN SYNDICATED BY
UNCLASSIFIED

UNCLASSIFIED

PAGE 06 STATE 216643

CHASE MANHATTAN ASIA LTD TO REFINANCE EARLIER DEBTS
COVERING FIRM'S EXISTING CRUDE OIL TANKERS.

7. AUSTRALIA

JOC'S STOVE (SYDNEY) SAYS AS RESULT SALES TAX CUTS,
AUSSIE AUTOMAKERS PLANNING INCR PROD TO MEET ANTICIPATED

SALES BOOST OF UP TO 18,000 CARS.

BUREAU OF AGRIC ECON PREDICTS AVERAGE CATTLE SALE YARD PRICES WILL RISE 20 PCT ABOVE LAST YR'S WHILE SLAUGHTERING DECLINES/EXPORT DEMAND STRENGTHENS. BUREAU REPORT ANTICIPATES US/JAPAN WILL ACCOUNT FOR 65 PCT OF TOTAL AUSSIE BEEF EXPORTS IN '78-'79, UP 9 PCT FROM LAST YR (UNICOM NEWS SYDNEY, JOC).

8. JAPAN

WSJ REPORTS JAPAN EMB IN WASHINGTON SAYS GOJ WILL MAKE BIL DOLS IN ADVANCE PAYMENTS THIS YR TO US FOR ENRICHED URANIUM TO BE DELIVERED OVER NEXT 7-10 YRS AS FUEL FOR JAPANESE NUKE POWER PLANTS. ACCORDING EMB, "BASIC AGREEMENT" ON ADVANCE PAYMENTS WAS REACHED IN WASHINGTON THURS. CSM ITEM DESCRIBES AS VOLUNTARY EFFORT TO REDUCE ITS HUGE TRADE SURPLUS WITH US, JAPAN'S AGREEMENT TO

PAY 1.5 BIL DOLS IN ADVANCE FOR ITS NEXT 9 YRS OF URANIUM IMPORTS FROM US.

US TREASURY DEPT RULES THAT JAPANESE STEEL WIRE STRAND IMPORTS FOR PRE-STRESSED CONCRETE ARE BEING SOLD IN US AT DUMPING PRICES. CASE NOW GOES TO ITC (JOC).

UNCLASSIFIED

UNCLASSIFIED

PAGE 07 STATE 216643

9. JAPAN/VN

C ITOH AND CO ANNOUNCED THURS RECEIPT OF 9 BIL YEN CONTRACT FROM SRV TO EXPORT INTEGRATED TEXTILE SPINNING MILL--JAPAN'S FIRST PLANT EXPORT TO VN SINCE COUNTRY RE-UNITED 3 YRS AGO, ACCORDING ITOH SPOKESMAN (UPI, JOC).

10. JAPAN/CHINA

ACCORDING THURS "KYODO" REPORT, PRC IS PLANNING FACILITATE JAPANESE PRIVATE LOANS/OIL DRILLING TECHNOLOGY AS MEANS TO EXPAND BILATERAL TRADE (UPI, JOC).

COMMENT AND ANALYSIS

11. KAMPUCHEA

CHITRIB'S WIEDRICH (8/24) THINKS SEN MCGOVERN (D-SD) DESERVES CREDIT FOR FOCUSING WORLD ATTENTION ON HORROR OF KAMPUCHEA'S "MURDERED MILLIONS." COMING FROM SUCH CONFIRMED DOVE ON SEASIA, SAYS RECOMMENDATION FOR MIL INTERVENTION PROBABLY HAS GREATER IMPACT THAN HAD SOMEONE

ELSE SAID SAME THING. HOWEVER, CONTENTS SOLUTION ATTRACTIVE BUT TOO SIMPLISTIC, MIGHT GIVE OTHER DESPOTS EXCUSE TO MANUFACTURE THEIR OWN EXCUSES TO INVADE NEIGHBORS. SINCE US HAS ASSUMED MANTLE OF RESPONSIBILITY FOR MORAL WORLD LEADERSHIP, ASKS WHERE WE GO FROM HERE. SAYS HE DOESN'T KNOW/SUSPECTS MCGOVERN DOESN'T EITHER. CONCLUDES WHAT CAN BE DONE IS "BIG FAT ZERO" AND WORLD OPINION ISN'T GOING CHANGE PICTURE.

12. KAMPUCHEA/VIETNAM

LAT'S MCARTHUR (BANGKOK 8/24) OBSERVES CAMBODIAN AF HAS BEGUN FLYING COMBAT MISSIONS IN BORDER WAR, USING PERHAPS HALF-DOZEN US-BUILT T-28 BOMBERS. ALTHO BOTH UNCLASSIFIED

UNCLASSIFIED

PAGE 08 STATE 216643

SIDES NOW EMPLOYING AIRCRAFT, QUOTES SOURCES THAT NO AERIAL DOGFIGHTS TAKING PLACE. SAYS CAMBODIANS VERY CAUTIOUS, USING PLANES ONLY INSIDE OWN TERRITORY, PROBABLY IN ORDER BOOST MORALE OF OWN FORCES. GIVEN AGE/CONDITION OF PLANES, SAYS GETTING THEM IN AIR IS ACHIEVEMENT IN

ITSELF.

13. VIETNAM

CITING ALL HANOI'S WOES, JOC'S LORENZ (BANGKOK) SAYS NO WONDER HANOI WISHES RE-ESTABLISH RELS W/US. NOTES CODEL IN VN THIS WK SAID SRV EAGER COUNTERBALANCE ITS POLICY UPSET W/PEKING BY RAPIDLY MENDING FENCES W/ WASHINGTON. SAYS ONE SUSPECTS US WOULD ALREADY HAVE NORMALIZED RELS HAD SRV NOT INSISTED ON WAR REPARATIONS. ARTICLE CITES MANY OF VN'S CURRENT PROBLEMS BROUGHT ON IN PART BY W/DRAWAL CHINESE AID/BORDER WAR W/KAMPUCHEA.

14. PACIFIC ISLANDS

IN ANOTHER ARTICLE FROM PACIFIC, SUN'S MARTIN (KORO 8/25) NOTES THERE ARE CERTAIN QUESTIONS FACING PALAU AS IT APPROACHES SELF-GOVT, INCL FATE OF GOVT EMPLOYEES WHO GREATLY OUTNUMBER FARMERS/FISHERMEN. SAYS IN BITTERLY CONTESTED ELECTION, RESIDENTS VOTED IN JULY NOT JOIN MICRONESIA IN UNIFIED NATION, SAYING CENTRAL GOVT WOULD TAKE FROM PALAU MORE THAN IT WOULD GIVE BACK. SAYS USG FINANCING IS BASIS OF ECON/SCHOOLS TURN OUT GRADS ONLY INTERESTED IN WHITE-COLLAR JOBS WHILE MOST OF LAND LIES UNTILLED AND ISLANDERS LEAVE WATERS TO KOREAN FISHERMEN. CONTENTS PALAUANS SEE THEMSELVES WELL-OFF -- FEELING BASED ON SUGGESTIONS FOR CONSTRUCTION OF OIL TRANSSHIP- UNCLASSIFIED

UNCLASSIFIED

PAGE 09 STATE 216643

MENT "SUPERPORT"/US MIL BASES. ALTHO LITTLE HAS COME OF EITHER IDEA, SAYS PALAUANS BELIEVE THEIR PROXIMITY TO ASIA IS VALUABLE ASSET.

15. THAILAND

SUN'S PARKS (BANGKOK) IN ANOTHER PIECE FROM SEASIA, LOOKS AT THAILAND'S EFFORTS RESTORE DEMOCRACY W/NEW CONSTITUTION/ PARLIAMENTARY ELECTIONS WHICH, HE SAYS, MEETING INCR RESISTANCE FROM OLDER SOLDIERS WHO SAY CIVIL RULE ALWAYS LEADS TO INSTABILITY. CONTENDS YOUNG OFFICERS ("YOUNG TURKS") OPPOSE "OLD GUARD" GENERALS, BUT ALSO FEAR POL DRIFT UNDER CIVIL GOVT, PREFERRING CHANCE TO RUN COUNTRY THEMSELVES. QUOTES THAI LAWYER WHO HAS QUIT POLITICS IN DISGUST: "THIS IS THE SAME OLD DREARY DEBATE, WITH EVERYONE CITING THE NATIONAL INTERESTS, THE NATIONAL NEEDS, TO HIDE HIS OWN LUST FOR POWER."

DESPITE DEBATE, PARKS OBSERVES KRIANGSAK GOVT -- EFFICIENT, SKILLFUL, LEVEL-HEADED, RELATIVELY FREE OF CORRUPTION -- APPEARS DETERMINED TO FULFILL PROMISE OF QUICK RESTORATION

OF DEMOCRACY, NOTES KRIANGSAK HAS ANNOUNCED HE WILL RUN FOR NEW NTL ASSEMBLY/IS WILLING HEAD BROAD, CENTRIST COALITION IN FORMING GOVT AFTER ELECTIONS. AS DEBATE GROWS HOTTER, SAYS PROSPECT OF STUDENT DEMONSTRATIONS COULD POLARIZE COUNTRY/NOTES VAGUE NEW THREAT OF NEW COUP, LED BY LOWER MIL OFFICERS, RATIONALIZED IN 2 NEW BOOKS BY "YOUNG SOLDIER" --"WHY SOLDIERS REVOLT" AND "THE BLOODY PATH TO DEMOCRACY."

16. JAPAN

JANEWAY (WSTAR 8/20) OBSERVES THAT MEASURE OF JAPAN'S ECON DISTRESS IS THAT CEMENT INDUSTRY IS ONLY ONE IN HER EXPORT-DEPENDENT ECONOMY STILL DOING WELL. SAYS SINCE UNCLASSIFIED

UNCLASSIFIED

PAGE 10 STATE 216643

CEMENT IS ESSENTIALLY DOMESTIC INDUSTRY, THIS IS PROOF POSITIVE THAT JAPAN HAS BEEN DOING DOMESTIC PUMP-PRIMING JOB THAT CARTER ADMIN HAS BEEN PRESSING HER TO DO.

WP'S ROWEN)8/20) NOTES US COLOR TV MANUFACTURERS, WITH LESS COMPETITION FROM JAPAN, RECENTLY BOOSTED PRICES BY 50 DOLS; US AUTO MAKERS ALSO RAISED PRICES--NEGATING PART

OF ADVANTAGE THEY GET FROM HIGHER JAPANESE CAR PRICES FORCED BY APPRECIATING JAPANESE YEN. CONTENTS WHAT'S IMPORTANT FOR JAPAN IS TO MAKE CHANGES IN TROUBLESOME RULES/REGULATIONS THAT DISCOURAGE OR BAR IMPORTS; WHAT IS IMPORTANT FOR AMERICANS TO REALIZE IS THAT PROCESS TAKE TIME. NO ONE SHOULD EXPECT FUKUDA WAVE WAND AND DIRECT JAPANESE IMPORTERS/EXPORTERS TO DO PRECISELY WHAT HE WANTS. STRESSES JAPAN, IS AFTER ALL, DEMOCRACY; FUKUDA HAS ABOUT AS MUCH CONTROL OVER JAPANESE FARM LOBBY, WHICH SHREIKS ABOUT CITRUS/BEEF IMPORTS, AS CARTER HAS OVER US CONGRESS, WHICH WON'T GIVE HIM ENERGY LEGISLATION HE WANTS.

IN TOKYO, JOC'S CULLISON OBSERVES THAT, IN ALL LIKELIHOOD, IF JAPANESE FINANCE MINISTRY FINALLY APPROVES PLAN FOR PRUDENTIAL INS CO OF US TO FORM JOINT VENTURE WITH SONY, NEXT YEAR JAPAN'S OVER-CONSERVATIVE INSURANCE BUSINESS WILL NEVER BE QUITE SAME AGAIN.

JAPANESE CONSUMERS ARE NOT REAPING MANY BENEFITS FROM THEIR CURRENCY'S RAPID APPRECIATION--AND THEIR IRRITATION IS BEGINNING TO SHOW, SAYS WP'S CHAPMAN (TOKYO). NOTES VIRTUALLY EVERY ANALYSIS SHOWS CONSUMERS DUE PRICE BREAK BECAUSE OF FALLING COST OF IMPORTED GOODS/MATERIALS--BOUGHT MORE CHEAPLY DURING YEN'S RISE AGAINST DOLLAR. SAYS, HOWEVER, WITH FEW EXCEPTIONS, BUSINESS IS HANGING UNCLASSIFIED

UNCLASSIFIED

PAGE 11 STATE 216643

ON TO ITS WINDFALL PROFITS.

AFP'S ROUZE (PHINQ TOKYO 8/21) OBSERVES LIVES/MOVEMENTS/ ENTERTAINMENT OF 114 MIL JAPANESE ARE DOMINATED BY LOUDSPEAKERS; FROM MORN UNTIL NIGHT, HUNDREDS THOUSANDS OF LOUDSPEAKERS CONTINUE BLARING ACROSS COUNTRY. BUT CITES RETIRED ENGLISH TEACHER IN RESIDENTIAL AREA THAT MOST PEOPLE SO ACCUSTOMED TO NOISE THAT THEY NO LONGER NOTICE IT; SHE ADDS THAT MOST JAPANESE TOO PASSIVE TO REACT, ANYWAY, BECAUSE THEY WORRY THAT IF THEY COMPLAIN, THEY MIGHT BE THOUGHT OF AS BRAZEN/BAD-TEMPERED.

LAT'S JAMESON/HOLLEY (TOKYO 8/20) NOTICE JAPANESE "MASS VACATIONING" WHICH OCCURS 3 TIMES DURING YR, WHEN MILLIONS JAM TRAVEL FACILITIES THROUGHOUT COUNTRY TO OVERFLOWING. SAY EERIE QUIET DESCENDS OVER TOKYO, STREETS HALF-EMPTY/ COMMUTER TRAIN AND SUBWAY CROWDS DISAPPEAR FOR DAYS.

17. CHINA

CSM EDIT ASKS HOW HUA'S RUFFLING SOVIET IN EEUROPE BEARS ON MAJOR DIPLO ISSUE SUCH AS US-PRC NORMALIZATION.

THINKS HUA'S DEBT TO MAO FOR HIS POL ADVANCEMENT MAKES IT NO SURPRISE THAT HE SHOULD BE TAUNTING SOVIET BEAR. NOTES JUST BELOW HUA BACK HOME, TENG "MORE NEARLY REPRESENTS" POST-MAO STRAIN IN CHINESE POLITICS/"WOULD BE EXPECTED TO BE LESS INFLAMMATORY." SAYS WHILE WEST SHOULD GUARD AGAINST ANY AMELIORATING OF SINO-SOVIET RELS TURNING INTO JOINT THRUST FOR "HEGEMONY," HUA'S PRESENT TRIP, AND REPORTED LIKELIHOOD OF HIS GOING LATER TO POINTS FARTHER WEST SUCH AS FRANCE, SHOULD BE OCCASION FOR REACTIONS TO INCREASE INTL STABILITY, NOT FURTHER RUFFLE IT. "AT LEAST IT IS NO OCCASION FOR SNAP JUDGMENTS."

IN WSJ, YALE PROF REISMAN ADVISES THAT NO MATTER HOW DEEP ARE CURRENT DIVISIONS BETWEEN SOVIET AND CHINA, RE-UNCLASSIFIED

UNCLASSIFIED

PAGE 12 STATE 216643

ALIGNMENT IN FUTURE BETWEEN THEM WOULD BE NO MORE INCONGRUOUS THAN CURRENT SINO-US ALIGNMENT, OR PAST STALIN-HITLER ALIGNMENT--"IN POWER POLITICS THERE ARE NO INCONGRUITIES." CONTENTS NOTION THAT RECOGNITION OF PEKING AND SURRENDER OF ROC TO PRC WILL SOMEHOW PERMANENTLY SEVER CHINA FROM SOVIET AND MAKE CHINESE ETERNALLY GRATEFUL TO US IS "PATHETICALLY NAIVE." ADDS THAT HINT OF DEFECTION FROM OUR COMMITMENTS TO TAIWAN WILL QUICKLY BE DIVINED, AND KMT LEADERSHIP WILL TAKE CARE OF ITSELF, AS IN PAST - BUT IT IS PEOPLE OF TAIWAN WHO WILL BE ULTIMATE VICTIMS, WHO HAVE NO ALTERNATIVE.

AP'S MATHEWS (HK) NOTES DELS FROM PRC/ROC SHOWED UP AT THURS INTL SCIENCE CONFERENCE IN TOKYO, MARKING FIRST

TIME IN 3 DECADES THAT REPS OF BOTH HAVE ATTENDED SAME GATHERING. SAYS ALTHOUGH THIS PROBABLY REPRESENTS CHANGE OF TACTICS RATHER THAN END OF PRC-ROC HOSTILITIES, IT GIVES SOME HOPE TO US POLICY-MAKERS.

TREWHITT (SUN) OBSERVES PRC AND US HAVE ADOPTED "NOVEL" APPROACH TO THEIR FORMAL DIFFERENCES--IGNORING THEM, WHILE PURSUING PRACTICAL EXCHANGES AT DIZZYING PACE. NOTES SOVIET HAS YET TO SPECIFY WHAT PRICE, IF ANY, IT INTENDS EXACT FROM WHAT IT DISCERNS AS OPPOSITION ALLIANCE IN PACIFIC. IF PRICE APPEARS TOO HIGH, TREWHITT THINKS PRES CARTER MAY FIND IT EXPEDIENT AT LEAST TO SLOW MOVEMENT TOWARD PEKING; BUT THEN HE MIGHT ALSO FIND THAT JAPAN/PRC/MUCH REST OF WORLD ALREADY HAD JUDGED HIM COMMITTED, MAKING RETREAT IMPOSSIBLE.

GWERTZMAN (WSTAR 8/24) NOTES THURS GATHERING OF US EDUCATORS IN WASHINGTON TO DISCUSS WAYS COPE WITH 500 PRC UNCLASSIFIED

UNCLASSIFIED

PAGE 13 STATE 216643

STUDENTS EXPECTED COME HERE NEXT YR FOR SPECIALIZED TRAINING. QUOTES AMERICAN U PRES SISCO THAT HE WAS "EXCITED" BY PROSPECT. QUOTES AMERICAN ASSN OF COMMUNITY/JUNIOR COLLEGES' GLAZER, JUST RETURNED FROM PRC, THAT CHINESE TOLD HIM MOST OF YOUTHS GOING ABROAD WOULD BE IN LATE TEENS, HAD FINISHED WELL IN NATION-WIDE MATH TEST.

U OF MARYLAND'S GLUCKSTERN SAYS HIS SCHOOL IS VERY INTERESTED IN PARTICIPATING IN STUDENT EXCHANGES WITH PRC; FEELS JAN WOULD BE EARLIEST PRACTICAL DATE FOR ANY CHINESE ENROLLEES THERE (SUN). CHRISTOPHER

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PRESS SUMMARIES
Control Number: n/a
Copy: SINGLE
Draft Date: 25 aug 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 jan 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978STATE216643
Document Source: CORE
Document Unique ID: 00
Drafter: STAFF:EB
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780348-1176
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780822/aaaaasiy.tel
Line Count: 510
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: d94c755b-c288-dd11-92da-001cc4696bcc
Office: ORIGIN EA
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 10
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 29 mar 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1617952
Secure: OPEN
Status: NATIVE
Subject: AUGUST 25 EA PRESS SUMMARY
TAGS: SOPN, XC, US
To: EA POSTS HICOMTERPACIS SAIPAN MULTIPLE
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/d94c755b-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014